

By: Thompson of Harris, Flynn, Anderson,
Laubenberg, Alonzo

H.B. No. 2459

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the limitation on the amount that may be charged for
3 certain debt cancellation agreements.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 348.601(b), Finance Code, is amended to
6 read as follows:

7 (b) The amount charged for a debt cancellation agreement
8 made in connection with a retail installment contract may not
9 exceed five percent of the amount financed pursuant to the retail
10 installment contract [~~must be created in good faith and be~~
11 ~~commercially reasonable~~]. Section 348.124(c) does not apply to a
12 debt cancellation agreement regulated under this subchapter.

13 SECTION 2. This Act takes effect September 1, 2013.